

FISCAL NOTE

SB 1530 - HB 1726

March 3, 2005

SUMMARY OF BILL: Amends the retirement law by requiring the Treasury Department to develop a program whereby TCRS assets could be loaned to state employees for the purpose of buying credited service in order to retire early.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$587,000 Annual Amortized Cost

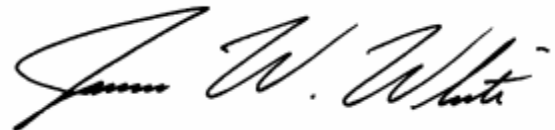
**Other Fiscal Impact – Increase Federal/Other Expenditures:
\$195,700 Annual Amortized Cost**

Assumptions:

- Ten employees per year who are close to retirement will purchase five years of service and participate in the loan program.
- Total lump sum liability of approximately \$3,847,000
- Funding ratio for state employees is 75% state and 25% federal.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director